




State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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February 23, 2001

TO: Minerals File

FROM: D. Wayne Hedberg, Permit Supervisor 

RE: Documentation of February 20, 2001 Conference Call, Assessment Review & Status of Closure & Reclamation Activities, North Lily Mining Company, Tintic Project, M/023/007, Juab County, Utah

Date of Call/Meeting: February 20, 2001

Location: Division Offices

Time of Call/Meeting: 9:30 - 10:15 a.m.

Participants: Gene Webb, Walt Shubert - North Lily Mining Company; Bob Bayer - JBR; Beth Wondimu - DWQ; Wayne Hedberg, and Doug Jensen - DOGM

*Purpose of Call/Meeting:* The purpose of this conference call was to document the progress that has been made at the Tintic Project site since our last conference call on February 6, 2001.

On February 20, 2001, a conference call was held between the representatives identified above to discuss the status of ongoing closure and reclamation activities at the Tintic Project site. The discussion focused on activities that had been performed since our last conference call. A summary of the discussion items are detailed below:

- Wayne explained that the 1<sup>st</sup> Amended Stipulated Consent Agreement was being forwarded for Division Director and Board Chairman signatures. I stated we had not yet received the revised Reclamation Tasks & Closure Schedule from North Lily to date and that management had decided not to delay getting the agreement signed any longer. Bob stated that he would have his secretary resend the e-mailed version that did not come through over the long holiday weekend.

*The revised reclamation and closure schedule was received later that day via fax and email.*

- Bob explained he had spoken with Kiran Bhayani about the required percolation tests and Kiran had suggested an alternate method to measure permeability. JBR has determined that

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this method would not work in this instance and that the standard percolation test would be used. He said that four additional percolation test trenches were dug last Friday and that the percolation tests would be performed today. They should have the results by tomorrow afternoon. Depending upon success of these tests, Bob said he would try and have the final design package to us by the end of the week.

*On February 23<sup>rd</sup>, we received an email notice from Bob Bayer stating that one of the percolation tests had a low rate which will require a reevaluation and possible adjustment to the proposed location and system capacity. Technical staff won't be able to look at this until early next week. Hope to have revisions made and design plans to us by late afternoon on February 28th.*

- Bob said that Bill Fuller had worked up some cost estimates based upon the Means Cost guide for construction of the drain field and monitoring system. The estimate would be faxed to us today. He said we would need to add our contingency costs to the bottom line.
- Wayne asked Gene if North Lily has had any additional bids for salvaging the remaining processing equipment and/or the mill building. Gene stated they were still waiting on receipt of a couple bids and that he is placing calls weekly. He said that the two diesel tanks have been sold and should be gone by this weekend.
- Walt stated that he, Elwin and crew have taken down two sheds, removed the acid wash and acid tank in addition to scrap lumber and other safety related concerns with eventual demolition of the processing building. They've started a scrap iron pile and want to remove the truck from the process building to make room to use a forklift to remove the palletted records. Walt stated Elwin is concerned that he may dispose of something that Steve and Gene may want to sell and is seeking clarification from them on what materials should remain. Gene said he would talk with Elwin about this.
- Walt said he had received a preliminary \$1500 cost estimate from an electrician (Duff Mitchell) regarding conversion of the 3-phase electrical system. Mr. Mitchell is scheduling an onsite visit to firm up these numbers hopefully this week. Walt said they will need 1- 240 volt and 2 - 120 volt lines to supply the required power to the site once the existing power is disconnected from the processing building. He said they will be able to salvage some of the existing electrical equipment to make the conversion.
- Bob stated that Safety Clean had cleared all but one of the containerized canisters of materials from the site for transport and disposal. Safety clean should be able to pick up the canisters and transport them for proper disposal within the next two week period. Bob also said that Safety Clean had found a vendor to take the mercury tainted furnace sweepings. There may



be some residual sweepings that may have to be cleaned up, but he said existing containers have adequate room to handle same.

- Walt said that the weekly drain down flow rates from the pad were staying about the same @3.57 gpm. He said the water level in the pregnant pond is coming up some and that he may have Elwin pump some of it over to the overflow pond next week. Ice still remains in the ponds as well.
- Wayne asked Bob if he had submitted an application to the Division of Solid and Hazardous Waste yet to use the barren pond for demolition waste debris. Bob said he had not, but based upon verbal discussions he has had with DSHW personnel, he believed that their requirements should be easily met.
- Wayne informed all parties that he would include an AT&T conference call dial in number and participant access code for our next conference call. The next conference call is scheduled for March 6, 2001, at 9:30 a.m.

**AT&T conference call dial in # : (888) 232-0370; Participant Code # : 414075**

jb  
cc: Steve Flechner, NLMC  
Bob Bayer, JBR  
Dennis Frederick , DWQ  
Beth Wondimu, DWQ  
Mary Ann Wright, DOGM  
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